

106TH CONGRESS
1ST SESSION

S. 1038

To amend the Internal Revenue Code of 1986 to exempt small issue bonds
for agriculture from the State volume cap.

IN THE SENATE OF THE UNITED STATES

MAY 13, 1999

Mr. GRASSLEY (for himself, Mr. KERREY, Mr. CONRAD, and Mr. DASCHLE)
introduced the following bill; which was read twice and referred to the
Committee on Finance

A BILL

To amend the Internal Revenue Code of 1986 to exempt
small issue bonds for agriculture from the State volume
cap.

1 *Be it enacted by the Senate and House of Representa-*
2 *tives of the United States of America in Congress assembled,*

3 **SECTION 1. SHORT TITLE.**

4 This Act may be cited as the “Agricultural Bond En-
5 hancement Act”.

6 **SEC. 2. EXEMPTION OF AGRICULTURAL BONDS FROM**
7 **STATE VOLUME CAP.**

8 (a) IN GENERAL.—Section 146(g) of the Internal
9 Revenue Code of 1986 (relating to exception for certain

1 bonds) is amended by striking “and” at the end of para-
2 graph (3), by striking the period at the end of paragraph
3 (4) and inserting “, and”, and by inserting after para-
4 graph (4) the following:

5 “(5) any qualified small issue bond described in
6 section 144(a)(12)(B)(ii).”.

7 (b) EFFECTIVE DATE.—The amendments made by
8 this section shall apply to bonds issued after the date of
9 enactment of this Act.

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